IN THE CLAIMS

Please amend claims 1 and 30 as follows:

- 1. (Amended Herein) A creep resistant zirconium-based alloy for use in nuclear fuel cladding, wherein the zirconium-based alloy comprises a coarse grained lath alpha microstructure, and wherein the zirconium-based alloy comprises a middle annular layer in the cladding disposed between an inner annular layer in the cladding and an outer annular layer in the cladding, and wherein the zirconium-based alloy comprises approximately 1.2-1.7 weight percent Sn, approximately 0.13 to less than 0.20 weight percent Fe, approximately 0.06-0.15 weight percent Cr, approximately 0.05-0.08 weight percent Ni, and the balance being substantially zirconium.
- 2. (Previously Amended Twice) The zirconium-based alloy as claimed in claim 1 wherein the microstructure comprises second phase precipitates.
- 3. (Previously Amended Twice) The zirconium-based alloy as claimed in claim 2 wherein the second phase precipitates have a diameter less than about 0.15 µm.
- 4. (Previously Amended) The zirconium-based alloy as claimed in claim 3 wherein the microstructure is partially recrystallized.
- 5. (Previously Amended) The zirconium-based alloy as claimed in claim 4 wherein the microstructure is less than 50% recrystallized.
- 6. (Previously Amended Twice) The zirconium-based alloy as claimed in claim 1 wherein the microstructure has an acicular structure comprising a lath spacing within the range from about $0.5\mu m$ to about $3.0\mu m$.

- 7. (Previously Amended Twice) The zirconium-based alloy as claimed in claim 5 wherein the microstructure is an acicular structure and comprises a lath spacing within the range from about 0.5µm to about 3.0µm.
- 18. (Previously Amended) The zirconium-based alloy as claimed in claim 2 wherein the second phase precipitates have a diameter less than about 0.10μm.
- 19. (Previously Amended) The zirconium-based alloy as claimed in claim 2 wherein the second phase precipitates have a mean particle diameter of about $0.075\mu m$.
- 20. (Previously Amended) The zirconium-based alloy as claimed in claim 2 wherein the second phase precipitates comprise at least one of Fe and Cr.
- 21. (Previously Amended) A creep resistant zirconium-based alloy for use in nuclear fuel cladding, said alloy comprising a coarse grained lath alpha microstructure, said alloy comprising approximately 1.2-1.7 weight percent Sn, approximately 0.13 to less than 0.20 weight percent Fe, approximately 0.06-0.15 weight percent Cr, approximately 0.05-0.08 weight percent Ni, and the balance being substantially zirconium, said alloy having been subjected to a predetermined treatment, and said alloy comprising a middle annular layer in said cladding disposed between an inner annular layer in the cladding and an outer annular layer in the cladding.
- 22. (Previously Amended) The creep resistant zirconium-based alloy of claim 21, wherein the predetermined treatment comprises:

beta heat treating a zirconium-based alloy to form a first intermediate;
fast quenching the first intermediate to form a second intermediate;
cold working the second intermediate to form a third intermediate; and
annealing the third intermediate to effect partial recrystallization of the
microstructure.

- 23. (Previously Amended) The creep resistant zirconium-based alloy of claim 22, wherein the cold working step further comprises cold working the second intermediate within the range from about 30% to about 40% to form the third intermediate.
- 24. (Previously Amended) The creep resistant zirconium-based alloy of claim 22, wherein the cold working step further comprises cold working the second intermediate about 36% to form the third intermediate.
- 25. (Previously Amended) The creep resistant zirconium-based alloy of claim 22, wherein the beta heat treating step occurs at a temperature above about 965°C.
- 26. (Previously Amended) The creep resistant zirconium-based alloy of claim 22, wherein the beta heat treating step has a duration of from about 1 second to about 10 seconds.
- 27. (Previously Amended) The creep resistant zirconium-based alloy of claim 22, wherein the fast quenching step is conducted at a cooling rate within the range from about 20°C/second to about 200°C/second.
- 28. (Previously Amended) The creep resistant zirconium-based alloy of claim 22, wherein the annealing step is conducted within the temperature range of from about 570°C to about 640°C.
- 29. (Previously Amended) The creep resistant zirconium-based alloy of claim 22, wherein the annealing step is conducted at about 620°C for about 3 hours.
- 30. (Amended Herein) A creep resistant zirconium-based alloy for use in nuclear fuel cladding, said alloy comprising a coarse grained lath alpha microstructure comprising second phase precipitates, wherein the zirconium-based alloy comprises approximately 1.2-1.7 weight percent Sn, approximately 0.13 to less than 0.20 weight

percent Fe, approximately 0.06-0.15 weight percent Cr, approximately 0.05-0.08 weight percent Ni, and the balance being substantially zirconium, wherein the microstructure of the alloy is partially recrystallized after being subjected to a treatment comprising beta heat treating the alloy to form a first intermediate, fast quenching the first intermediate to form a second intermediate, cold working the second intermediate to form a third intermediate, and then annealing the third intermediate to effect partial recrystallization of the microstructure, wherein the alloy comprises a middle annular layer in the cladding disposed between an inner annular layer in the cladding and an outer annular layer in the cladding.

- 31. (Previously Amended) The creep resistant zirconium-based alloy of claim 30, wherein the second phase precipitates have a diameter less than about 0.15μm.
- 32. (Previously Amended) The creep resistant zirconium-based alloy as claimed in claim 30, wherein the second phase precipitates have a mean particle diameter of about $0.075\mu m$.
- 33. (Previously Amended) The creep resistant zirconium-based alloy as claimed in claim 30, wherein the second phase precipitates comprise at least one of Fe and Cr.
- 34. (Previously Amended) The creep resistant zirconium-based alloy of claim 30, wherein the microstructure is less than 50% recrystallized.
- 35. (Previously Amended) The creep resistant zirconium-based alloy of claim 30, wherein the microstructure has a acicular structure comprising a lath spacing within the range from about 0.5μm to about 3.0μm.
- 36. (Previously Added) The creep resistant zirconium-based alloy of claim 1, wherein the inner annular layer in the cladding comprises a zirconium barrier layer.

- 37. (Previously Added) The creep resistant zirconium-based alloy of claim 1, wherein the outer annular layer in the cladding comprises Zircaloy-2.
- 38. (Previously Added) The creep resistant zirconium-based alloy of claim 21, wherein the inner annular layer in the cladding comprises a zirconium barrier layer.
- 39. (Previously Added) The creep resistant zirconium-based alloy of claim 21, wherein the outer annular layer in the cladding comprises Zircaloy-2.
- 40. (Previously Added) The creep resistant zirconium-based alloy of claim 30, wherein the inner annular layer in the cladding comprises a zirconium barrier layer.
- 41. (Previously Added) The creep resistant zirconium-based alloy of claim 30, wherein the outer annular layer in the cladding comprises Zircaloy-2.